STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF COG OPERATING, LLC TO AMEND ORDER NO. R-22125, LEA COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-22125

APPLICATION

COG Operating, LLC ("COG" or "Applicant"), through undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-22125 ("Order") to allow for an extension of time for drilling the proposed initial wells under the Order. In support of its application, COG states:

1. Division Order No. R-22125, entered on May 19, 2022, in Case No. 22462, created a standard 639.87-acre, more or less, horizontal spacing unit comprised of Lots 3 & 4, S/2 NW/4, SW/4 (W/2 equivalent) of Section 5, Township 24 South, Range 32 East, and the W/2 of Section 32, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit"), and designated COG as operator of the Unit.

2. Order No. R-22125 further pooled the uncommitted interests in the Wolfcamp formation (WC-025 G-08 S243217P; Upper Wolfcamp (oil) [Pool Code 98248]) in the Unit and dedicated the Unit to the proposed initial **Gin and Tectonic Federal Com #705H** (API No. 30-025-48438), **Gin and Tectonic Federal Com #706H** (API No. 30-025-48439), **Gin and Tectonic Federal Com #708H** (API No. 30-025-48441).

3. Applicant requests that Order No. R-22125 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.

4. There is good cause for Applicant's request for an extension of time to drill. Due to changes in Applicant's drill schedule, this project will not begin until late 2023.

5. Under the Order, Applicant would be required to commence drilling the well by May 20, 2023, and therefore, asks for the deadline to commence drilling the well be extended for a year, to May 20, 2024.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 2, 2023, and, after notice and hearing as required by law, the Division enter an order extending the time for COG to commence drilling the proposed initial wells under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By:

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ATTORNEYS FOR COG OPERATING, LLC

CASE ____:

Application of COG Operating, LLC to Amend Order No. R-22125, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-22125. The Unit is comprised of the Lots 3 & 4, S/2 NW/4, SW/4 (W/2 equivalent) of Section 5, Township 24 South, Range 32 East, and the W/2 of Section 32, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. Order No. R-22125 pooled the uncommitted interests in the Wolfcamp (oil) formation and dedicated the Unit to the proposed initial Gin and Tectonic Federal Com #705H (API No. 30-025-48438), to be horizontally drilled from surface location in the SE/4 SW/4 (Unit N) of Section 5, T24S-R32E, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 32, T23S-R32E; Gin and Tectonic Federal Com #706H (API No. 30-025-48439), to be horizontally drilled from surface location in the SW/4 SW/4 (Unit M) of Section 5, T24S-R32E, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 32, T23S-R32E; Gin and Tectonic Federal Com #707H (API No. 30-025-48440) and Gin and Tectonic Federal Com #708H (API No. 30-025-48441), both to be horizontally drilled from surface location in the SW/4 SW/4 (Unit M) of Section 5, T24S-R32E, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 32, T23S-R32E. Said area is located 28 miles east of Malaga, New Mexico.